

WORKFORCE SAFETY & INSURANCE
INVESTMENT PERFORMANCE REPORT AS OF FEBRUARY 28, 2007

	February-07				January-07				December-06				September-06				Current FYTD	Prior Year FY06	3 Years Ended 6/30/2006	5 Years Ended 6/30/2006
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY																				
Structured Growth																				
Los Angeles Capital	18,418,800	1.4%	1.5%	-0.52%	19,444,778	1.5%	1.5%	3.46%	18,793,121	1.5%	1.5%	7.40%	17,403,233	1.4%	1.5%	1.60%	12.31%	11.12%	N/A	N/A
Total Structured Growth	18,418,800	1.4%	1.5%	-0.52%	19,444,778	1.5%	1.5%	3.46%	18,793,121	1.5%	1.5%	7.40%	17,403,233	1.4%	1.5%	1.60%	12.31%	11.12%	12.01%	-0.32%
Russell 1000 Growth				-1.86%				2.57%				5.93%				3.94%	10.80%	6.12%	8.35%	-0.76%
Structured Value																				
LSV	18,094,882	1.4%	1.5%	-1.88%	19,401,835	1.5%	1.5%	2.07%	20,801,782	1.6%	1.5%	8.09%	19,175,872	1.5%	1.5%	4.90%	13.56%	15.05%	21.14%	12.22%
Russell 1000 Value				-1.56%				1.28%				8.00%				6.22%	14.38%	12.10%	15.70%	6.89%
Russell 1000 Enhanced Index																				
LA Capital	36,980,340	2.9%	2.9%	-0.77%	38,257,808	3.0%	2.9%	1.68%	39,417,556	3.1%	2.9%	7.67%	34,713,548	2.8%	2.9%	3.71%	12.67%	11.58%	N/A	N/A
Russell 1000				-1.72%				1.93%				6.95%				5.06%	12.56%	9.08%	N/A	N/A
S&P 500 Enhanced Index																				
Westridge	39,408,900	3.1%	2.9%	-1.91%	40,331,478	3.2%	2.9%	1.55%	39,715,739	3.1%	2.9%	6.86%	37,067,573	3.0%	2.9%	5.75%	12.55%	8.77%	N/A	N/A
S&P 500				-1.96%				1.51%				6.70%				5.67%	12.21%	8.63%	N/A	N/A
Index																				
State Street	11,438,833			-1.86%	12,581,401			1.97%	13,958,906			8.03%	12,876,735			5.78%	14.37%	9.51%	11.47%	2.62%
Total 130/30	11,438,833	0.9%	1.0%	-1.86%	12,581,401	1.0%	1.0%	1.97%	13,958,906	1.1%	1.0%	8.03%	12,876,735	1.0%	1.0%	5.78%	14.37%	9.51%	11.47%	2.62%
S&P 500				-1.96%				1.51%				6.70%				5.67%	12.21%	8.63%	11.22%	2.49%
TOTAL LARGE CAP DOMESTIC EQUITY	124,341,756	9.7%	9.8%	-1.36%	130,017,299	10.3%	9.8%	1.98%	132,687,105	10.5%	9.8%	7.50%	121,236,962	9.8%	9.8%	4.49%	13.00%	10.95%	13.63%	3.95%
S&P 500				-1.96%				1.51%				6.70%				5.67%	12.21%	8.63%	11.22%	2.49%
SMALL CAP DOMESTIC EQUITY																				
Manager-of-Managers																				
SEI	41,846,518	3.3%	3.3%	-0.28%	41,987,714	3.3%	3.3%	1.65%	44,114,174	3.5%	3.3%	8.82%	40,474,551	3.3%	3.3%	-0.01%	10.30%	13.58%	18.20%	7.84%
Russell 2000 + 200bp				-0.63%				1.84%				9.43%				0.94%	11.79%	16.86%	21.06%	10.38%
TOTAL SMALL CAP DOMESTIC EQUITY	41,846,518	3.3%	3.3%	-0.28%	41,987,714	3.3%	3.3%	1.65%	44,114,174	3.5%	3.3%	8.82%	40,474,551	3.3%	3.3%	-0.01%	10.30%	13.58%	18.20%	7.86%
Russell 2000				-0.79%				1.67%				8.90%				0.44%	10.33%	14.58%	18.70%	8.50%
INTERNATIONAL EQUITY																				
Large Cap - Active																				
Capital Guardian	43,448,291	3.4%	3.2%	-0.17%	43,548,465	3.4%	3.2%	1.47%	42,833,903	3.4%	3.2%	8.53%	39,409,923	3.2%	3.2%	5.02%	15.46%	28.07%	20.99%	6.90%
LSV	41,211,803	3.2%	3.2%	0.65%	43,331,090	3.4%	3.2%	1.42%	42,564,482	3.4%	3.2%	10.66%	38,460,224	3.1%	3.2%	6.24%	20.00%	27.09%	N/A	N/A
Total Large Cap - Active	84,660,094	6.6%	6.4%	0.24%	86,879,555	6.9%	6.4%	1.44%	85,398,385	6.8%	6.4%	9.58%	77,870,147	6.3%	6.4%	5.62%	17.69%	27.68%	21.92%	12.63%
MSCI EAFE - 50% Hedged				0.23%				1.35%				9.06%				4.87%	16.18%	26.72%	22.56%	6.89%
Small Cap - Value																				
Lazard	10,522,003	0.8%	0.8%	-0.10%	10,537,948	0.8%	0.8%	0.10%	10,492,577	0.8%	0.8%	14.71%	9,148,767	0.7%	0.8%	0.72%	15.54%	23.65%	28.06%	N/A
Citigroup Broad Market Index < \$2BN				2.20%				1.50%				11.41%				1.53%	17.33%	29.28%	32.40%	N/A
Small Cap - Growth																				
Vanguard	11,013,821	0.9%	0.8%	0.32%	10,988,905	0.9%	0.8%	2.94%	10,641,206	0.8%	0.8%	12.63%	9,445,634	0.8%	0.8%	3.73%	20.65%	29.24%	32.39%	N/A
Citigroup Broad Market Index < \$2BN				2.20%				1.50%				11.41%				1.53%	17.33%	29.28%	32.40%	N/A
TOTAL INTERNATIONAL EQUITY	106,195,919	8.3%	8.0%	0.21%	108,406,408	8.6%	8.0%	1.46%	106,532,168	8.4%	8.0%	10.36%	96,464,547	7.8%	8.0%	4.93%	17.74%	27.35%	23.83%	8.67%
MSCI EAFE - 50% Hedged				0.23%				1.35%				9.06%				4.87%	16.18%	26.72%	22.56%	6.89%
DOMESTIC FIXED INCOME																				
Core Bond																				
Western Asset	194,961,071	15.2%	15.3%	1.66%	192,717,248	15.2%	15.3%	-0.10%	218,671,527	17.3%	17.3%	2.01%	214,387,901	17.3%	17.3%	4.45%	8.22%	-0.90%	7.36%	8.59%
Lehman Aggregate				1.54%				-0.04%				1.24%				3.81%	6.67%	-0.81%	2.05%	4.97%
Mortgage Backed																				
Hyperion	50,552,442	3.9%	4.0%	1.21%	50,569,918	4.0%	4.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Lehman Global Aggregate (US Securitized Portion)				1.58%				0.00%												
Core Plus/Enhanced																				
Clifton Group	50,621,490	4.0%	4.0%	1.89%	49,676,567	3.9%	4.0%	-0.16%	49,765,650	3.9%	4.0%	0.66%	49,450,914	4.0%	4.0%	N/A	N/A	N/A	N/A	N/A
Prudential	50,580,215	3.9%	4.0%	1.49%	49,867,205	3.9%	4.0%	0.05%	49,834,767	3.9%	4.0%	1.88%	48,898,900	3.9%	4.0%	N/A	N/A	N/A	N/A	N/A
Total Core Plus/Enhanced	101,201,705	7.9%	8.0%	1.69%	99,543,772	7.9%	8.0%	-0.06%	99,600,418	7.9%	8.0%	1.27%	98,349,814	7.9%	8.0%	N/A	N/A	N/A	N/A	N/A
Lehman Aggregate				1.54%				-0.04%				1.24%				3.81%				
Index																				
Bank of ND	93,420,522	7.3%	6.5%	1.74%	91,829,434	7.3%	7.3%	-0.12%	91,990,039	7.3%	7.3%	1.31%	94,294,224	7.6%	7.3%	3.10%	6.16%	-1.14%	1.14%	4.90%
Bank of ND CD'S	12,324,739	1.0%	1.0%	0.40%	2,270,087	0.2%	0.2%	0.45%	2,259,966	0.2%	0.2%	1.32%	2,290,001	0.2%	0.2%	1.33%	3.54%	N/A	N/A	N/A
Total Index	105,745,261	8.3%	7.5%	1.71%	94,099,501	7.4%	7.5%	-0.10%	94,250,005	7.5%	7.5%	1.32%	96,584,225	7.8%	7.5%	3.07%	6.11%	-1.02%	1.09%	4.62%
Lehman Gov/Credit (1)				1.73%				-0.08%				1.04%				3.91%	6.71%	-1.52%	1.04%	4.78%
BBB Average Quality																				
Wells Capital (formerly Strong)	196,798,197	15.4%	15.3%	2.24%	192,578,306	15.2%	15.3%	0.13%	218,047,400	17.3%	17.3%	1.75%	214,330,011	17.3%	17.3%	4.60%	8.95%	-2.11%	2.63%	N/A
Lehman US Credit BAA				2.30%				0.12%				1.49%				4.80%	8.93%	-2.37%	2.63%	N/A
TOTAL DOMESTIC FIXED INCOME	649,258,676	50.7%	50.0%	1.72%	629,508,745	49.7%	50.0%	-0.01%	630,569,350	50.0%	50.0%	1.70%	623,651,951	50.4%	50.0%	4.30%	7.88%	-1.35%	2.25%	5.52%
Lehman Aggregate (2)				1.54%				-0.04%				1.24%				3.81%	6.67%	-0.81%	1.84%	5.28%
TREASURY INFLATION PROTECTED SECURITIES (TIPS)																				
Northern Trust Global Investments	136,554,770	10.7%	11.0%	2.17%	133,657,662	10.6%	11.0%	0.06%	133,563,764	10.6%	11.0%	-1.26%	135,265,251	10.9%	11.0%	3.51%	4.48%	-1.53%	N/A	N/A
Western	137,472,552	10.7%	11.0%	2.12%	134,539,036	10.6%	11.0%	0.12%	134,313,292	10.6%	11.0%	-0.90%	135,529,802	10.9%	11.0%	3.85%	5.22%	-1.94%	N/A	N/A
TOTAL TIPS	274,027,322	21.4%	22.0%	2.14%	268,196,698	21.2%	22.0%	0.09%	267,877,056	21.2%	22.0%	-1.08%	270,795,053	21.9%	22.0%	3.68%	4.68%	-1.74%	N/A	N/A
LB US TIPS Index				2.13%				0.13%				-1.29%				3.63%	4.61%	-1.64%	N/A	N/A
REAL ESTATE																				
JP Morgan	77,033,070	6.0%	6.0%	0.00%	77,033,070	6.1%	6.0%	4.41%	73,706,704	5.8%	6.0%	0.01%	75,441,606	6.1%	6.0%	0.57%	5.02%	N/A	N/A	N/A
NCREIF Total Index				1.48%				1.48%				4.51%				3.51%	11.41%	18.23%	N/A	N/A
CASH EQUIVALENTS																				
Bank of ND	8,833,475	0.7%	1.0%	0.45%	11,330,721	0.9%	1.0%	0.45%	6,513,537	0.5%	1.0%	1.32%	9,976,948	0.8%	1.0%	1.35%	3.61%	4.50%	2.71%	2.42%
90 Day T-Bill				0.38%				0.41%				1.26%				1.33%	3.41%	4.00%	2.37%	2.25%
TOTAL WSI	1,281,536,736	100.0%	100.0%	1.18%	1,266,480,656	100.0%	100.0%	0.66%	1,262,000,093	100.0%	100.0%	2.48%	1,238,041,619	100.0%	100.0%	3.84%	8.39%	3.45%	6.76%	5.44%
POLICY TARGET BENCHMARK				1.14%				0.41%				2.26%				3.89%	7.88%	3.63%	6.36%	5.48%